

# Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other				Local Government Name		County	
Audit Date		Opinion Date		Date Accountant Report Submitted to State:			

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☐ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☐ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☐ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☐ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☐ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☐ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☐ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☐ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☐ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

**We have enclosed the following:**

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			
Reports on individual federal financial assistance programs (program audits).			
Single Audit Reports (ASLGU).			

Certified Public Accountant (Firm Name)				
Street Address		City	State	ZIP Code
Accountant Signature <i>Siegfried Crandall P.C.</i>			Date	

*Township of Pine Grove*  
*Van Buren County, Michigan*  
**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**  
*Year ended March 31, 2005*

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## INDEPENDENT AUDITORS' REPORT

Board of Trustees  
Township of Pine Grove, Michigan

We have audited the accompanying financial statements of the governmental activities and each major fund of the Township of Pine Grove, Michigan, as of March 31, 2005, and for the year then ended, which collectively comprise the Township's basic financial statements, as listed in the contents. These financial statements are the responsibility of the Township of Pine Grove, Michigan's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and each major fund information of the Township of Pine Grove, Michigan, as of March 31, 2005, for the year then ended in conformity with U.S. generally accepted accounting principles.

As described in Note 10, the Township has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as of April 1, 2004.

The budgetary comparison schedules are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Township of Pine Grove, Michigan, has not presented the management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Pine Grove, Michigan's basic financial statements.

*Siegfried Crandall P.C.*

May 20, 2005

## **BASIC FINANCIAL STATEMENTS**

**Township of Pine Grove**  
**STATEMENT OF NET ASSETS**  
*March 31, 2005*

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	<u><b>Governmental activities</b></u>
<b>ASSETS</b>	
Current assets:	
Cash	\$ 583,176
Receivables, net	<u>66,644</u>
Total current assets	649,820
Noncurrent assets:	
Capital assets, net of accumulated depreciation	<u>508,294</u>
Total assets	<u>1,158,114</u>
<b>LIABILITIES</b>	
Current liabilities:	
Payables	<u>44,832</u>
<b>NET ASSETS</b>	
Invested in capital assets	508,294
Unrestricted	<u>604,988</u>
Total net assets	<u>\$ 1,113,282</u>

*See notes to financial statements*

**Township of Pine Grove**  
**STATEMENT OF ACTIVITIES**  
Year ended March 31, 2005

	<u>Program Revenues</u>			<u>Net (expenses) revenues and changes in net assets</u>
	<u>Expenses</u>	<u>Charges for services</u>	<u>Operating grants and contributions</u>	<u>Governmental activities</u>
<b>Functions/Programs</b>				
Governmental activities:				
Legislative	\$ 7,696	\$ -	\$ -	\$ (7,696)
General government	165,937	12,916	-	(153,021)
Public safety	133,140	31,143	-	(101,997)
Public works	191,456	-	5,003	(186,453)
Community and economic development	3,906	-	-	(3,906)
Health and welfare	4,024	7,200	-	3,176
Culture and recreation	115	-	-	(115)
Total governmental activities	<u>\$ 506,274</u>	<u>\$ 51,259</u>	<u>\$ 5,003</u>	<u>(450,012)</u>
General revenues:				
Taxes				296,735
State grants				220,678
Investment income				4,685
Other				<u>435</u>
Total general revenues				<u>522,533</u>
Change in net assets				72,521
Net assets - beginning				<u>1,040,761</u>
Net assets - ending				<u>\$ 1,113,282</u>

See notes to financial statements

**Township of Pine Grove**  
**BALANCE SHEET - governmental funds**  
March 31, 2005

	<u>General</u>	<u>Road</u>	<u>Fire</u>	<u>Total governmental funds</u>
<b>ASSETS</b>				
Cash	\$ 580,210	\$ -	\$ 2,966	\$ 583,176
Investments	-	-	-	-
Receivables	46,862	11,303	8,479	66,644
Due from other funds	<u>11,303</u>	<u>-</u>	<u>18,840</u>	<u>30,143</u>
Total assets	<u>\$ 638,375</u>	<u>\$ 11,303</u>	<u>\$ 30,285</u>	<u>\$ 679,963</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Payables	\$ 14,547	\$ -	\$ 30,285	\$ 44,832
Due to other funds	18,840	11,303	-	30,143
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>33,387</u>	<u>11,303</u>	<u>30,285</u>	<u>74,975</u>
Fund balances:				
Reserved for long-term receivables	-	-	-	-
Unreserved:				
Designated	-	-	-	-
Undesignated	<u>604,988</u>	<u>-</u>	<u>-</u>	<u>604,988</u>
Total fund balances	<u>604,988</u>	<u>-</u>	<u>-</u>	<u>604,988</u>
Total liabilities and fund balances	<u>\$ 638,375</u>	<u>\$ 11,303</u>	<u>\$ 30,285</u>	

Amounts reported for *governmental activities* in the statement of net assets (page 4) are different because:

Capital assets used in *governmental activities* are not financial resources and, therefore, are not reported in the funds.

508,294

Net assets of *governmental activities*

\$ 1,113,282



**Township of Pine Grove****STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - governmental funds**

Year ended March 31, 2005

	<u>General</u>	<u>Road</u>	<u>Fire</u>	<u>Total governmental funds</u>
<b>REVENUES</b>				
Taxes	\$ 75,089	\$ 126,659	\$ 94,987	\$ 296,735
Licenses and permits	31,143	-	-	31,143
State grants	220,678	-	-	220,678
Charges for services	12,916	-	-	12,916
Interest and rentals	11,885	-	-	11,885
Other	5,438	-	-	5,438
Total revenues	<u>357,149</u>	<u>126,659</u>	<u>94,987</u>	<u>578,795</u>
<b>EXPENDITURES</b>				
Legislative	7,696	-	-	7,696
General government	161,007	-	-	161,007
Public safety	38,153	-	94,987	133,140
Public works	79,762	321,551	-	401,313
Health and welfare	1,105	-	-	1,105
Community and economic development	3,906	-	-	3,906
Culture and recreation	115	-	-	115
Capital outlay	1,550	-	-	1,550
Total expenditures	<u>293,294</u>	<u>321,551</u>	<u>94,987</u>	<u>709,832</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>63,855</u>	<u>(194,892)</u>	<u>-</u>	<u>(131,037)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	194,892	-	194,892
Transfers out	(194,892)	-	-	(194,892)
Total other sources (uses)	<u>(194,892)</u>	<u>194,892</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(131,037)</u>	<u>-</u>	<u>-</u>	<u>(131,037)</u>
<b>FUND BALANCES - BEGINNING</b>	<u>736,025</u>	<u>-</u>	<u>-</u>	<u>736,025</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 604,988</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 604,988</u>
Net change in fund balances - total governmental funds				\$ (131,037)
Amounts reported for <i>governmental activities</i> in the statement of activities (page 5) are different because:				
Decrease for:				
Provision for depreciation				(31,166)
Increase for:				
Capital outlays				<u>234,724</u>
Change in net assets of <i>governmental activities</i>				<u>\$ 72,521</u>

See notes to financial statements

**Township of Pine Grove**  
**STATEMENT OF FIDUCIARY NET ASSETS - agency fund**  
*March 31, 2005*

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**ASSETS**

Cash	\$ 80,424
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**LIABILITIES**

Payables	\$ 80,424
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*See notes to financial statements*

**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

The accounting policies of the Township of Pine Grove, Michigan (the Township), conform to U.S. generally accepted accounting principles (hereinafter referred to as generally accepted accounting principles) as applicable to governments. The following is a summary of the more significant policies.

**a) *Reporting entity:***

The accompanying financial statements present only the Township. There are no component units, entities for which the Township is considered to be financially accountable.

**b) *Government-wide and fund financial statements:***

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the Township. The effect of inter-fund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

**c) *Measurement focus, basis of accounting, and financial statement presentation:***

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available if they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

c) *Measurement focus, basis of accounting, and financial statement presentation* (continued):

State grants, licenses and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the government.

The Township reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the Township, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Road Fund accounts for Township road improvements financed through property taxes.

The Fire Fund accounts for the financial resources used for the operational costs of the Township Fire protection functions. Revenues are primarily derived from property taxes.

Private-sector standards of accounting issued prior to December 1, 1989, are generally followed in the government-wide financial statements to the extent that those standards do not conflict with the standards of the Governmental Accounting Standards Board (GASB).

The Township reports two fiduciary funds, its Tax Collection and Agency funds, which account for assets held by the Township in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

d) *Assets, liabilities, and net assets or equity:*

i) *Bank deposits* - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Pooled interest income is proportionately allocated to all funds.

ii) *Receivables* - In general, outstanding balances between funds are reported as "due to/from other funds." No allowance for uncollectible accounts has been recorded as the Township considers all receivables to be fully collectible.

iii) *Prepaid items* - Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both government-wide and fund financial statements.

**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):**

d) *Assets, liabilities, and net assets or equity (continued):*

iv) *Capital assets* - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the Township as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Governments can elect to account for infrastructure assets either retroactively to June 15, 1980, or prospectively. The Township has elected to account for infrastructure assets prospectively, beginning April 1, 2004.

Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	15 - 60 years
Park	3 - 5 years
Roads	5 - 30 years

v) *Fund equity* - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

vi) *Property tax revenue recognition* - Property taxes are levied as of December 1 on property values assessed as of December 31 of the prior year. The billings are due on or before February 14, after which time the bill becomes delinquent and penalties and interest may be assessed by the Township. Property tax revenue is recognized in the year for which taxes have been levied and become available. The Township levy date is December 1, and, accordingly, the total levy is recognized as revenue in the current year.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:**

*Budgetary information* - P.A. 621 of 1978, Section 18(1), as amended, provides that a local unit shall not incur expenditures in excess of the amount appropriated. Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The budget document presents information by fund, function, and department. The legal level of budgetary control adopted by the governing body is the function level. All annual appropriations lapse at the end of the fiscal year. The Township had the following significant budget variation:

<u>Fund</u>	<u>Function</u>	<u>Total appropriation</u>	<u>Total expenditures</u>	<u>Budget variance</u>
Fire	Public safety	\$ 83,000	\$ 94,987	\$ (11,987)

**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 3 - CASH AND INVESTMENTS:**

The Township's cash and investments are as follows:

	<u>Governmental activities</u>	<u>Fiduciary</u>	<u>Total</u>
Cash	<u>\$ 583,176</u>	<u>\$ 80,424</u>	<u>\$ 663,600</u>

Deposits are carried at cost and are maintained at various financial institutions in the name of the Township. State statutes and the Township's investment policy authorize the Township to make deposits in the accounts of federally-insured banks, credit unions, and savings and loan associations. The Township's deposits are in accordance with statutory authority. At March 31, 2005, the Township has deposits with a carrying amount of \$663,600 and a bank balance of \$663,255. Of the bank balance, \$200,000 is covered by federal depository insurance and \$463,255 is uninsured.

**NOTE 4 - RECEIVABLES:**

Receivables as of year end for the Township's individual major funds are as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Property taxes</u>	<u>Inter- governmental</u>	<u>Total</u>
General	\$ 8,590	\$ 7,198	\$ 31,074	\$ 46,862
Road	-	11,303	-	11,303
Fire	-	8,479	-	8,479
Totals	<u>\$ 8,590</u>	<u>\$ 26,980</u>	<u>\$ 31,074</u>	<u>\$ 66,644</u>

All receivables are due within one year and are considered fully collectible.

**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 5 - CAPITAL ASSETS:**

Capital asset activity for the year ended March 31, 2005, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Governmental activities:				
Capital assets not being depreciated -				
land	\$ 79,353	\$ -	\$ -	\$ 79,353
Capital assets being depreciated:				
Buildings	284,261	1,550	-	285,811
Infrastructure	-	233,174	-	233,174
Park	9,133	-	-	9,133
Subtotal	<u>293,394</u>	<u>234,724</u>	<u>-</u>	<u>528,118</u>
Less accumulated depreciation for:				
Buildings	58,878	7,849	-	66,727
Infrastructure	-	23,317	-	23,317
Park	9,133	-	-	9,133
Subtotal	<u>68,011</u>	<u>31,166</u>	<u>-</u>	<u>99,177</u>
Total capital assets being depreciated, net	<u>225,383</u>	<u>203,558</u>	<u>-</u>	<u>428,941</u>
Governmental activities capital assets, net	<u>\$ 304,736</u>	<u>\$ 203,558</u>	<u>\$ -</u>	<u>\$ 508,294</u>

Depreciation expense was charged to functions of the Township as follows:

Governmental activities:	
General government	\$ 4,930
Public works	23,317
Health and welfare	<u>2,919</u>
Total governmental activities	<u>31,166</u>

**NOTE 6 - PAYABLES:**

	<u>Accounts</u>	<u>Inter- Governmental</u>	<u>Total</u>
General	\$ 14,547	\$ -	\$ 14,547
Fire	<u>-</u>	<u>30,285</u>	<u>30,285</u>
Total	<u>\$ 14,547</u>	<u>\$ 30,285</u>	<u>\$ 44,832</u>

**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 7 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS:**

At March 31, 2005, the composition of interfund balances is as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Fund</u>	<u>Payable</u>
General	\$ 11,303	Road	\$ 11,303
Fire	<u>18,840</u>	General	<u>18,840</u>
Total	<u>\$ 30,143</u>	Total	<u>\$ 30,143</u>

A summary of interfund transfers for the year ended March 31, 2005, is as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Fund</u>	<u>Transfer Out</u>
Road	<u>\$ 194,892</u>	General	<u>\$ 194,892</u>

The transfer from the General Fund represents amounts budgeted to pay for road improvements in excess of available resources in the Road Fund.

**NOTE 8 - RISK MANAGEMENT:**

The Township is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation). The Township has purchased commercial insurance for each of these claims and is neither self-insured nor participates in a shared-risk pool. Settled claims relating to commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

**NOTE 9 - DEFINED CONTRIBUTION PENSION PLAN:**

The Township provides pension benefits for substantially all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. State statutes assign the authority to establish and amend benefit provisions to the Township Board of Trustees. Elected officials must have attained the age of 21 and have completed at least one year of eligibility service, which is a 12 consecutive month period during which an employee completes at least 1,000 hours of service. The first eligibility year of service begins on the day the first hour of service is completed. The Township contributes 17% of the participating employee's annual compensation to the plan. The Township's contributions are fully vested from the date of contribution. The Township is not responsible for investment management of plan assets. The Township made the required contribution of \$8,186.



**Township of Pine Grove**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 10 - CHANGE IN ACCOUNTING PRINCIPLES:**

Effective April 1, 2004, the Township implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, along with all related statements and interpretations. In connection with the implementation of this statement, the following adjustments to beginning net assets have been made to reflect the cumulative effect of this accounting change:

Net assets as previously reported	
General and special revenue funds	\$ 736,025
Capital assets used in <i>governmental activities</i> are not financial resources and, therefore, are not reported in the funds.	<u>304,736</u>
Net assets, as restated	<u>\$ 1,040,761</u>

## REQUIRED SUPPLEMENTARY INFORMATION

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**Township of Pine Grove**  
**BUDGETARY COMPARISON SCHEDULE - General Fund**  
Year ended March 31, 2005

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
Taxes	\$ 61,570	\$ 61,570	\$ 75,089	\$ 13,519
Licenses and permits	31,500	31,500	31,143	(357)
State grants	185,003	185,003	220,678	35,675
Charges for services	18,740	18,740	12,916	(5,824)
Interest and rentals	11,200	11,200	11,885	685
Other	-	-	5,438	5,438
Total revenues	<u>308,013</u>	<u>308,013</u>	<u>357,149</u>	<u>49,136</u>
<b>EXPENDITURES</b>				
Legislative	<u>6,528</u>	<u>6,528</u>	<u>7,696</u>	<u>(1,168)</u>
General government:				
Supervisor	14,190	14,190	12,375	1,815
Elections	4,300	5,500	4,957	543
Assessor	16,200	16,200	17,500	(1,300)
Clerk	18,150	18,600	17,720	880
Board of review	700	2,200	923	1,277
Treasurer	17,650	22,129	21,399	730
Hall and grounds	32,242	47,392	25,286	22,106
Cemetery	9,975	15,875	8,122	7,753
Other	<u>57,015</u>	<u>76,115</u>	<u>52,725</u>	<u>23,390</u>
Total general government	<u>170,422</u>	<u>218,201</u>	<u>161,007</u>	<u>57,194</u>
Public safety - building inspections	<u>30,000</u>	<u>50,000</u>	<u>38,153</u>	<u>11,847</u>
Public works:				
Street Lights	2,000	2,500	2,395	105
Transfer station	35,550	40,050	30,553	9,497
Public transit	600	600	600	-
Drains at large	<u>2,000</u>	<u>46,214</u>	<u>46,214</u>	<u>-</u>
Total public works	<u>40,150</u>	<u>89,364</u>	<u>79,762</u>	<u>9,602</u>
Health and welfare - ambulance	<u>-</u>	<u>2,000</u>	<u>1,105</u>	<u>895</u>

**Township of Pine Grove**  
**BUDGETARY COMPARISON SCHEDULE - General Fund(Continued)**  
Year ended March 31, 2005

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>EXPENDITURES (Continued)</b>				
Community and economic development - planning and zoning	\$ 10,780	\$ 12,280	\$ 3,906	\$ 8,374
Culture and recreation:				
Parks	500	500	115	385
Library	500	500	-	500
Total culture and recreation	1,000	1,000	115	885
Capital outlay	-	-	1,550	(1,550)
Total expenditures	258,880	379,373	293,294	86,079
<b>EXCESS (DEFICIENCY) OF REVENUES     OVER EXPENDITURES</b>	49,133	(71,360)	63,855	135,215
<b>OTHER FINANCING USES</b>				
Transfer out - Road fund	-	(250,571)	(194,892)	55,679
<b>NET CHANGE IN FUND BALANCES</b>	49,133	(321,931)	(131,037)	190,894
<b>FUND BALANCES - BEGINNING</b>	736,025	736,025	736,025	-
<b>FUND BALANCES - ENDING</b>	\$ 785,158	\$ 414,094	\$ 604,988	\$ 190,894

**Township of Pine Grove**  
**BUDGETARY COMPARISON SCHEDULE - Road Fund**  
Year ended March 31, 2005

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ 78,518	\$ 126,659	\$ 48,141
<b>EXPENDITURES</b>				
Public works	<u>-</u>	<u>329,089</u>	<u>321,551</u>	<u>7,538</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>(250,571)</u>	<u>(194,892)</u>	<u>55,679</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in - General fund	<u>-</u>	<u>250,571</u>	<u>194,892</u>	<u>(55,679)</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	-	-
<b>FUND BALANCE - BEGINNING</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Township of Pine Grove**  
**BUDGETARY COMPARISON SCHEDULE - Fire Fund**  
Year ended March 31, 2005

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	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
Property taxes	\$ 83,000	\$ 83,000	\$ 94,987	\$ 11,987
<b>EXPENDITURES</b>				
Public safety	<u>83,000</u>	<u>83,000</u>	<u>94,987</u>	<u>(11,987)</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	-	-
<b>FUND BALANCE - BEGINNING</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>